## Message Text

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**ORIGIN SS-20** 

INFO OCT-01 EUR-25 ISO-00 SSO-00 NSCE-00 USIE-00 INRE-00

CIAE-00 PM-07 INR-10 L-03 NEA-11 NSAE-00 PA-04 RSC-01

PRS-01 SPC-03 TRSE-00 SAJ-01 DODE-00 EB-11 COME-00

OMB-01 AID-20 H-03 /122 R

66610

DRAFTED BY: E:JWBILLER:CB APPROVED BY: E:WJCASEY EUR - MR STABLER S/S - MR LUERS

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O 240024Z JAN 74

FM SECSTATE WASHDC

TO AMEMBASSY BONN IMMEDIATE

C O N F I D E N T I A L STATE 015387

E.O. 11652: GDS TAGS: EFIN, GW SUBJECT: OFFSET

REF: (A) STATE 13703 (B) STATE 13411 (C) BONN 1193

1. WE REALIZE THAT FRG NEEDS TIME TO FORMULATE NEW NEGOTIATING MANDATE FOR HERMES. HOWEVER, WE WOULD STILL LIKE TO HOLD NEXT NEGOTIATING SESSION DURING FIRST FEW DAYS OF FEBRUARY AT THE LATEST, AND YOU SHOULD ENCOURAGE FRG TO MEET THIS SCHEDULE. WE ARE NOT REPEAT NOT ATTRACTED BY THE IDEA OF SCHEDULING THE NEXT SESSION IMMEDIATELY BEFORE OR AFTER THE FEBRUARY 11 ENERGY CONFERENCE. WE WOULD NOT WANT HERMES' CONCENTRATION ON ENERGY MATTERS TO BE DISTURBED BY OFFSET, NOR HIS ATTENTION TO OFFSET PROBLEMS INTERRUPTED BY ENERGY.

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- 2. UNDER SECRETARY CASEY PLANS TO MEET WITH AMBASSADOR VON STADEN JANUARY 24 TO GIVE VON STADEN US POSITION AS SPELLED OUT IN REF B. CASEY WILL EMPHASIZE OUR DESIRE TO MOVE AHEAD QUICKLY.
- 3. PARA 3 OF REF A SHOULD NOT REPEAT NOT BE INTERPRETED TO MEAN THAT WE WILL BE SATISFIED WITH LESS THAN FULL BILATERAL OFFSET FROM FRG. THE FACT THAT RECEIPTS OF DOLS 1.6 BILLION FROM FRG IN FY 74 WOULD LEAVE DOLS 520 MILLION TO BE COVERED BY FY 75 RECEIPTS FROM OTHER EUROPEAN NATO ALLIES DOES NOT MEAN THAT LATTER FIGURE MIGHT NOT BE EXCEEDED. TO THE EXTENT THAT IT IS, GERMAN SOFT OFFSET COULD BE REPLACED BY OTHER NATO HARD OFFSET FOR JACKSON-NUNN PURPOSES, PERMITTING PRESENTATION OF HIGHER QUALITY PACKAGE TO CONGRESS. PARA 3 OF REF A REPRESENTS HIGHEST QUALITY PACKAGE WHICH AT THIS POINT IT APPEARS WE COULD END UP WITH IF ALL GOES WELL. FOR PURPOSES OF DISCUSSION WITH FRG, EMBASSY SHOULD USE FIGURES GIVEN IN REF B. KISSINGER

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## Message Attributes

Automatic Decaptioning: X Capture Date: 01 JAN 1994 Channel Indicators: n/a

**Current Classification: UNCLASSIFIED** 

Concepts: MILITARY BUDGET, TROOP DEPLOYMENT, MILITARY PLANS, JACKSON-NUNN AMENDMENT, OFFSET PAYMENTS,

**NEGOTIATIONS** Control Number: n/a
Copy: SINGLE
Draft Date: 24 JAN 1974
Decaption Date: 01 JAN 1960 Decaption Note:

Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: golinofr
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1974STATE015387
Document Source: CORE
Document Unique ID: 00
Drafter: E:JWBILLER:CB

Drafter: E:JWBILLER:CB Enclosure: n/a Executive Order: GS Errors: N/A Film Number: n/a From: STATE Handling Restrictions: n/a

Image Path: ISecure: 1

Legacy Key: link1974/newtext/t19740118/aaaaagry.tel Line Count: 80

Locator: TEXT ON-LINE Office: ORIGIN SS

Original Classification: CONFIDENTIAL Original Handling Restrictions: n/a Original Previous Classification: n/a Original Previous Handling Restrictions: n/a

Page Count: 2

Previous Channel Indicators:

Previous Classification: CONFIDENTIAL Previous Handling Restrictions: n/a Reference: (A) STATE 13703 Review Action: RELEASED, APPROVED

Review Authority: golinofr Review Comment: n/a Review Content Flags: Review Date: 01 MAY 2002 **Review Event:** 

Review Exemptions: n/a

Review History: RELEASED <01 MAY 2002 by martinml>; APPROVED <27 DEC 2002 by golinofr> **Review Markings:** 

Declassified/Released

US Department of State EO Systematic Review 30 JUN 2005

**Review Media Identifier:** Review Referrals: n/a Review Release Date: n/a Review Release Event: n/a **Review Transfer Date:** Review Withdrawn Fields: n/a

Secure: OPEN Status: NATIVE Subject: OFFSET TAGS: EFIN, GE To: BONN

Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005